

Amendment No. 1 to SB3736

Person, Curtis
Signature of Sponsor

FILED

Date _____

Time _____

Clerk _____

Comm. Amdt. _____

AMEND Senate Bill No. 3736*

House Bill No. 3843

by deleting all the language after the enacting clause and by substituting instead the following:

SECTION 1. Tennessee Code Annotated, Title 68, Chapter 221, Part 6, is amended by adding the following new sections thereto:

Section ____.

(a) Annually the creating governmental entity shall give notice and shall conduct a public hearing to receive testimony from the public and from the executive director of the authority to review the efficiency and success of the authority, the rates imposed by such authority, the level of customer satisfaction, and any other matters relevant to the concern of the authority and to the public.

(b) In reviewing such authority, the creating governmental entity shall review financial and performance audits of the authority. The creating governmental entity may require an authority to develop and present a plan to address any concerns mentioned in any audit of the authority. If the authority fails to present a plan in a timely manner, it may be subject to a plan developed and voted upon by the creating governmental entity.

Section ____.

(a) The creating governmental entity is also authorized to review all procurements by the authority over three thousand dollars (\$3,000) and purchases of goods and services that are not procured by competitive means. Copies of proposed procurements subject to this section shall be provided to the creating governmental entity. If the creating governmental entity objects to any such procurements then the authority may be required to show good cause for the purchase.

(b) Consideration shall be made by the creating governmental entity for unforeseen causes. Unforeseen causes shall include, but not be limited to, unanticipated volume of work, delays in transportation, and acts of God.

(c) Purchases made under the provisions of §12-3-1001 shall not be required to be reviewed.

(d) It is the specific intent of the general assembly that this part shall facilitate and encourage fiscal internal controls of each water and wastewater authority and shall in no way interfere with existing sound and prudent business practices as may be practiced by the board of commissioners of any water and wastewater authority.

SECTION 2. Tennessee Code Annotated, Section 68-221-607, is amended by adding a new subdivision thereto, as follows:

(17) All personnel employed by the board of commissioners of any water and wastewater authority under this chapter, including but not limited to, the appointed officers of the authority and the commissioners themselves, are prohibited from receiving any money, goods or services of value of any sort as a result of any agreement, contractual or otherwise, for the installation of water and wastewater service within the bounds of the district; and further, such persons are prohibited from receiving any moneys, goods or services of value of any sort as a result of any agreement, contractual or otherwise, for the sale of any materials to be installed within the bounds of the district as water and wastewater service.

SECTION 3. This act shall take effect July 1, 2006, the public welfare requiring it.